

EXHIBIT K

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U.S. BANKRUPTCY COURT
NORTHERN DIST. OF CA.
SAN FRANCISCO, CA.

6 Attorneys for Debtor and Debtor in Possession
 7 PACIFIC GAS AND ELECTRIC COMPANY

8
 9 UNITED STATES BANKRUPTCY COURT
 10 NORTHERN DISTRICT OF CALIFORNIA
 SAN FRANCISCO DIVISION

12 In re

Case No. 01-30923 DM

13 PACIFIC GAS AND ELECTRIC
 14 COMPANY, a California corporation,
 15 Debtor.

Chapter 11 Case

Date: March 5, 2004
 Time: 1:30 p.m.
 Place: 235 Pine Street, 22nd Floor
 San Francisco, California
 Judge: Hon. Dennis Montali

16 Federal I.D. No. 94-0742640

17 **AMENDED¹ ORDER ON DEBTOR'S MOTION FOR EXTENSION OF**
 18 **TIME TO OBJECT TO CERTAIN PROOFS OF**
CLAIM AND FOR RELATED RELIEF

20 At the date and time set forth above, the Bankruptcy Court held a hearing on the
 21 Motion For Extension of Time To Object To Certain Proofs Of Claim And For Related
 22 Relief (the "Motion") submitted by Pacific Gas and Electric Company, the debtor and debtor
 23 in possession in the above-captioned Chapter 11 case ("PG&E" or the "Debtor").
 24 Appearances were as noted in the record.

25 The Court having considered the Motion, all responses filed thereto, the Debtor's

27 ¹ This Order supersedes the Court's Order On Debtor's Motion for Extension of Time
 28 to Object to Certain Proofs of Claim and for Related Relief, filed herein on March 5, 2004
 (Docket No. 14821). 15046

1 reply to such responses, the record in this case, and any admissible evidence and argument
 2 presented to the Court, hereby finds as follows:

3 A. Adequate notice of this proceeding was given to parties in interest as
 4 appropriate under the circumstances.

5 B. There is good cause for granting the Motion.

6 Based on the foregoing, **IT IS HEREBY ORDERED** that, for the reasons stated
 7 on the record:

8 1. The Motion is granted.²

9 2. The time for the Debtor to object to ISO, PX and Generator Claims (listed on
 10 Exhibit 1 attached hereto) solely so that their allowance or disallowance on the claims
 11 docket in this Chapter 11 Case conforms to the Allowed amount of such Claims as
 12 determined by the FERC in the FERC Refund Proceedings is extended until 90 days after
 13 ISO, PX and Generator Claim(s) become Allowed pursuant to the Plan. No such
 14 objection(s) shall alter the time at which such Claim(s) become Allowed pursuant to the Plan
 15 or must be paid pursuant to the Plan.³

16 3. For purposes of determining the Allowed amount of the Claims described in the
 17 chart below, the Debtor will prosecute the FERC proceeding corresponding to such Claims,
 18 as identified in the chart below, only before FERC or any court to which an appeal from the
 19 FERC order thereon may be taken, and will not attempt to obtain a determination of such

20
 21 ²On December 22, 2003, this Court entered its order confirming the Plan of
 22 Reorganization Under Chapter 11 of the Bankruptcy Code for Pacific Gas and Electric
 23 Company Dated July 31, 2003, As Modified by Modifications Dated November 6, 2003 and
 24 December 19, 2003 (the "Plan"). All capitalized terms not defined herein shall have the
 25 meanings ascribed to them in the Plan or the Motion.

26 ³In particular, Section 5.4(g)(i) of the Plan provides, in relevant part:

27 "A Disputed ISO, PX and Generator Claim shall become an Allowed
 28 Claim on the date designated by FERC when payments are to be made
 29 on account of ISO, PX and Generator Claims, pursuant to an unstayed
 30 order in the FERC Refund Proceedings; provided, however, that if no
 31 date is designated in such order, a Disputed ISO, PX and Generator
 32 Claim shall automatically become an Allowed Claim forty-five (45)
 33 days after the issuance of such order, provided such order has not been
 34 stayed."

1 matters before the Bankruptcy Court, except to the extent the Debtor has an objection based
 2 on a matter that is not the subject matter of the applicable FERC proceeding:

Claims	Proceeding
SCS Related Claims	Scheduling Coordinator Services Tariff Proceeding
ISO COTP Claim	The California-Oregon Transmission Project Proceeding
PX Chargeback Claims	The PX Chargeback Proceeding
Imbalance Energy and Emergency Services Claims	FERC Refund Proceedings
QF Claims	FERC Refund Proceedings

9 4. The time for PG&E to object to the SCS Related Claims listed on Exhibit 2
 10 attached hereto is extended until 45 days after FERC's issuance of an unstayed order in the
 11 SC Tariff proceeding.

12 5. The time for PG&E to object to the ISO COTP Claim listed on Exhibit 2 attached
 13 hereto is extended until 45 days after FERC's issuance of an unstayed order in the COTP
 14 proceeding.

15 6. The time for PG&E to object to the Imbalance Energy and Emergency Service
 16 Claims listed on Exhibit 2 attached hereto is extended until the date designated by FERC
 17 when payments are to be made on account of ISO, PX and Generator Claims pursuant to an
 18 unstayed order in the FERC Refund Proceedings, or if no date is designated in such order, 45
 19 days after the issuance of such an unstayed order.

20 7. The time for PG&E to object to the PX Chargeback Claims listed on Exhibit 4
 21 attached hereto is extended until 45 days after FERC's issuance of an unstayed order
 22 regarding the issues pending on rehearing in the PX chargeback proceeding.

23 8. The QF Claims Based On PX Pricing listed on Exhibit 2 attached hereto shall
 24 constitute Disputed Claims until the date designated by FERC when payments are to be
 25 made on account of ISO, PX and Generator Claims pursuant to an unstayed order in the
 26 FERC Refund Proceedings, or if no date is designated in such order, 45 days after the
 27 issuance of such an unstayed order.

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1 9. The time for PG&E to object to the RMR Claims listed on Exhibit 2 attached hereto
 2 is extended until the date designated by FERC when payments are to be made on account of
 3 ISO, PX and Generator Claims pursuant to an unstayed order in the FERC Refund
 4 Proceedings, or if no date is designated in such order, 45 days after the issuance of such an
 5 unstayed order. Based on the Debtor's modification of the Motion at the hearing thereon,
 6 the Motion is withdrawn with respect to the RMR Claims of Mirant Delta LLC and Mirant
 7 Potrero LLC listed on Exhibit 2 to the Motion. Nothing in this Order shall in any way affect
 8 or modify the rights of Mirant Delta and Mirant Portero with respect to their RMR Claims.
 9 Without limiting the generality of the foregoing, no extension of time to object is sought
 10 with respect to such RMR Claims.

11 10. The time for PG&E to object to claims which are subject to pending objections or
 12 otherwise constitute Disputed Claims as of the Effective Date is extended to until 30 days
 13 after the objections to such Claims are finally resolved or such Claims are no longer
 14 Disputed; provided, however, that this extension of time to object to Claims does not apply
 15 to any ISO, PX and Generator Claims.

16 11. Based on the Debtor's modification of the Motion at the hearing thereon, no
 17 extension of time to object is sought with respect to the Other Component Claims described
 18 in Section II.D. and Exhibit 3 to the Motion. The Debtor shall have the right to file
 19 objections to the Other Component Claims described in Section II.D and/or Exhibit 3 to the
 20 Motion as provided in the Plan, and any such filing shall not constitute a waiver of the
 21 Debtor's rights to further object to the other components of such Claims in accordance with
 22 the provisions of the Plan or this Order.

23 12. Each Claim described in paragraphs 2 through 8, inclusive, in this Order shall be
 24 deemed to be a "Disputed Claim" under the Plan until the earlier of (a) the date on which it
 25 is Allowed in accordance with the Plan or this Order and (b) the expiration of the period set
 26 forth in this Order or any other order of the Bankruptcy Court for objecting to the Claim.
 27 Each of the Claims described in paragraphs 9 and 10 of this Order shall be deemed to be a
 28 "Disputed Claim" under the Plan until the expiration of the period set forth in this Order or

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any other order of the Bankruptcy Court for objecting to the Claim.

13. This Order is without prejudice to the right of Public Utility District #2 of Grant County ("Grant County") to seek adjudication in this Court, through appropriate noticed motion, of the allowance of its Claim. This Order is without prejudice to the bringing of such a motion at any time permissible under the Bankruptcy Code and Rules, without regard to the pendency or status of the FERC Refund Proceedings as to any other creditor.

14. The foregoing extensions may be further extended by the Court based upon a subsequent motion filed on or before the applicable deadline.

15. Except as expressly provided herein, this Order does not modify the Plan.

DATED: APR - 1 2004

DENNIS MONTALI

HONORABLE DENNIS MONTALI
UNITED STATES BANKRUPTCY JUDGE

WD 032304/1-1419995/1134872/v5

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